

THIS AMENDMENT:	
_____ Passed _____	Passed as amended by _____
_____ Failed _____	Not Offered _____



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**ORIGINAL**

**REVISED STUMP AMENDMENT # 2**

DATE PREPARED: March 30, 2010

COMPANY: UNS Gas, Inc.

AGENDA ITEM NO.: 20

DOCKET NO.: G-04204A-08-0571

OPEN MEETING DATE: March 31, 2010

The purpose of this Amendment is to Increase Return on Equity (ROE) from 9.5 percent to 10.00 percent. All conforming changes should be made throughout the Recommended Order to reflect this increase in the ROE, including the following:

Page 42, Line 11-16: **Delete**

Line 23 **Delete** "9.50", **Insert** "10.00".

Line 27 **Delete** "low", **Insert** "mid".

Line 27 **Delete** "9.50", **Insert** "10.00".

Page 43, Line 3 **Delete** "9.50", **Insert** "10.00".

Line 4 **Delete** "8.00", **Insert** "8.25".

Lines 6 - 8 **Delete** Table, **Insert** New Table as follows:

	<u>Percentage</u>	<u>Cost</u>	<u>Weighted Avg. Cost</u>
Common Equity	49.9%	10.0%	5.00%
Total Debt	50.1%	6.49%	<u>3.25%</u>
			8.25%

Page 51, Line 13 **Delete** "8.0", **Insert** "8.25".

Line 13 **Delete** "5.75", **Insert** "6.00"

Page 52, Line 22 - 24 **Delete** Table, **Insert** New Table as follows:

<b>Fair Value Rate of Return Summary</b>	
Weighted Average Cost of Capital	8.25%
(Less) Inflation Adjustment	<u>2.25%</u>
Fair Value Rate of Return	6.00%

Make all conforming changes.

ARIZONA CORPORATION COMMISSION  
DOCKET CONTROL

2010 MAR 30 A 10:29

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Arizona Corporation Commission

**DOCKETED**

MAR 30 2010

DOCKETED BY	<i>[Signature]</i>
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